		D GERMAN DIGENTAN COURT
•	ONTTE	D STATES DISTRICT COURT
NC	RTHER	RN DISTRICT OF CALIFORNIA
BEFORE TH	E HON	NORABLE CHARLES R. BREYER, JUDGE
		)
IN RE:		)
AIR CRASH OVER THE MID-ATLANTIC ON JU		) No. MDL 10-2144 (CRB)
		) San Francisco, California ) Friday, September 24 2010 ) (64 pages)
	TRAN	SCRIPT OF PROCEEDINGS
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1	Friday, January 23, 2009					
2	<u>(9:28 a.m.)</u>					
3	(In open court)					
4	DEPUTY CLERK: Calling MDL 10-2144, In re: Air Crash					
5	Over mid-Atlantic on June 1st, 2009.					
6	Counsel, come forward and state your appearances.					
7	MR. MITHOFF: Richard Mithoff and Russell Post for the					
8	Harris plaintiffs, your Honor.					
9	MR. VERNA: Michael Verna from Bowles & Verna, liaison					
10	counsel for plaintiffs, appearing for plaintiffs.					
11	MR. MARKS: Steven C. Marks with PodhurstOrseck for					
12	Plaintiffs.					
13	MR. ROSENTHAL: Stephen Rosenthal, also for					
14	PodhurstOrseck Plaintiffs, with Mr. Marks.					
15	MR. DAMERIS: Thad Dameris and Bruce Oakley on behalf					
16	of Airbus S.A.S. and defense liaison counsel.					
17	MR. KELLY: Christopher Kelly for Air France with my					
18	colleagues Alan Reitzfeld and Judy Nemsick, from Holland &					
19	Knight. Thank you.					
20	THE COURT: Well, as to the Air France's motion to					
21	dismiss the domestic claims, that is the there are two,					
22	right?					
23	MR. VERNA: That is correct, your Honor.					
24	THE COURT: On jurisdictional grounds, that motion's					
25	denied. The it's the Court's view, and I'll write on this					

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subject, it's the Court's view that jurisdiction is proper as submitted.

Of course, what is the major motion here is the forum non conveniens motion. And I think I'd like to hear some further discussion of that. It comes up in the context, does it not, that all the defendants are amenable to service in Is that right? I mean, is that an issue at all? France? Stand by the microphone.

MR. DAMERIS: Thad Dameris on behalf of the manufacturing defendants.

It's not an issue, your Honor, for two reasons: under the rules of French civil procedure, they are amenable to sue. But two, we have all stipulated to make ourselves available and atone to the jurisdiction of French courts.

THE COURT: So the motion is made in that context, that is, that there is another forum that would accept jurisdiction and that the parties have agreed that they are amenable to service in that jurisdiction. And I quess, further, that no argument would be made that somehow a comparable forum non conveniens motion can be made in that jurisdiction? Is that right as well? If it were to go to France, it wouldn't --

MR. DAMERIS: It would stay in France, your Honor.

THE COURT: It would stay in France and nobody would raise an issue that somehow because we have American

manufacturers or we have -- whatever the argument is -- that somehow it ought to be transferred to some other jurisdiction, whether it should come back to the United States, whether it should go to Brazil, whether it should go to X, Y or Z, those arguments wouldn't be made.

MR. DAMERIS: They would not be made by the manufacturers.

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THE COURT: I think I need to know more. Because it just seems to me that one of the factors that one looks at in a forum non conveniens motion is that there is an adequate forum in some other case, which forum could and would -- the answer really is would adjudicate the claims. Otherwise, there's this enormous bouncing back and forth and suddenly it goes to France then it goes to Brazil, then it goes to Uruguay, then it goes to the Canary Islands -- I mean, I don't know, it can go anywhere. And I think I need to know and I think I'm going to get a commitment before -- if I were to rule and grant the forum non conveniens motion, that it would be heard in its entirety, the case would be heard in its entirety.

Now, I have to work that out in my own mind, what ought to be said -- in France. That is to say, that no motion could be made in France that would somehow deprive the French court of jurisdiction in entering the final judgment. What about that?

> MR. REITZFELD: Alan Reitzfeld for Air France. Air

France commits to jurisdiction in France. So the answer to your Honor's question is yes, we commit to it.

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THE COURT: And when you say you commit to jurisdiction in France, are you saying to me that Air France is agreeing that the litigation can be determined on the merits in France? Jurisdiction -- I'm just -- I'm sort of talking out loud, so -- and thinking out loud. So I don't know how much you can actually say. I mean, obviously if there is some impediment, statute of limitations, where there couldn't be -or some other type of impediment that wouldn't result in a final judgment in a sense of an adjudication on the merits, that might very well result in some other final judgment, that's -- that I understand.

What I'm concerned about is a type of forum non conveniens argument being made in France that somehow would require the plaintiffs to go to some other jurisdiction to attempt to adjudicate their claims. That's of some concern to me. I don't know quite how to say it and I don't know to what extent you can bind -- or you are willing -- I think you can bind Air France to a lot of things. The question is, how far would you be willing to stipulate to something of that nature?

MR. REITZFELD: I think that the answer is yes, if the Court is asking us as is a condition precedent to an FNC dismissal that we would not make an FNC motion in France. This may be more detailed than the Court is asking for, but the

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jurisdiction -- I think that all three experts from the manufacturing defendants, Air France and the plaintiffs, all agree that the jurisdiction would be in Bobigny --B-o-b-i-g-n-y -- France, and there may be some jurisdictional issues on the crew cases where under French law they may have to go to a special court. But in terms of the Court's general question, yes, we will concede as a condition precedent to FNC not to forum on a case out of France.

MR. DAMERIS: On behalf of the manufacturing defendants, we make the same commitment in the stipulation of the last footnote in our motion, and they bring -- that we won't assert statute of limitations that had already expired in this court. That the plaintiffs have a reasonable time to reappear. That we won't contest the Court's jurisdiction.

But there's actually some jurisprudence on this point. It's the Flash Air case, and Justice Béraudo in his declarations first, and supplemental, addressed it, because in that case the Central District of California dismissed the case. And it was the plaintiffs that tried to interfere with the jurisdiction of the French court and argued that the French courts couldn't take the cases, and therefore they should come back to the U.S. And it went all the way up to the French Supreme Court, and the French Supreme Court ruled that, No, France could hear these cases upon dismissal on forum non conveniens.

So you have the stipulations of all of the defendants that we will appear, we'll assent to jurisdiction. We will not move for forum non conveniens. We will not assert limitations. But you also have the backstop of the French Supreme Court decision which is specifically addressed in Justice Béraudo's declaration.

> THE COURT: Yes.

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MR. VERNA: Michael Verna for the plaintiffs.

Two points: If the implication here is that -- or if the implication here is that by dismissing this case in favor of France, all actions will be consolidated in France, we will not have litigation in multiple forums, the answer is that will not happen. A number of the plaintiffs -- in fact, a vast majority of the plaintiffs in this case -- only 12 out of the 66 cases here that involve French citizens. The remainders are primarily Brazilian and other places of the world. cannot, under the Montreal Convention, sue Air France directly in the United States. They can and would file an interruption claim in the Brazilian courts in order to toll the statute of limitations of the two years of the Montreal. If this case proceeded here, in this court, where Air France is a party in the Harris case, where Air France has been cross-complained in by the defendants, Air France's liability would be adjudicated here, and then that determination could then be applied to either resolve the case via settlement or could be applied in

the Brazilian jurisdiction.

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But I don't want the implication to be that simply because the defendants are willing to commit themselves to submit to French jurisdiction, that that consolidates all proceedings.

THE COURT: With what you're saying, would that be also true of the case if it were in France? That is to say, would Air France's liability be adjudicated such a way in France that it would have an impact -- I don't know if impact's the right word -- but on the interruption proceedings in Brazil?

In other words, what difference does it make, if somebody's going to file a claim in Brazil -- and I understand why they would -- you're telling me that the adjudication of Air France's liability here will be determinative, I guess? Or have an impact? Or --

> MR. VERNA: Have an impact.

THE COURT: My question to you is: I understand that -- is that any different from what would happen in France if in fact the case were in France and a Brazilian survivor -a next-of-kin, rather; sorry -- next of kin would file a proceeding in Brazil? Is there any difference between the two?

MR. VERNA: Probably not the main difference. However, is, why have cases going in three jurisdictions when we can have cases only going in two jurisdictions?

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THE COURT: But the argument would be that it would still be two jurisdictions. I see. I think the argument is if the case went to France, you would have the Brazilian interruption and you would have the French determination. it proceeds in the United States, you'd have the Brazilian interruption and the United States determination, if it did proceed here. MR. VERNA: And the issue I wanted to --

THE COURT: And maybe it's more complicated with respect to that.

MR. VERNA: I think it's a bit more complicated, largely because the Harris plaintiffs are in this case. You just ruled that the Court has jurisdiction over them. And if the Harris plaintiffs have sued Air France directly --

THE COURT: But that would be a question, though. Better watch that, because if I did actually transfer the case to France under forum non conveniens, I may very well transfer the Harris plaintiffs to France, something you don't want me to do. But that would take care of that particular little problem.

MR. VERNA: It would. I would suggested to the Court that 10 months ago in the Boston Telecommunications case, the Ninth Circuit ruled otherwise and reversed Judge White who did that. So it seems --

THE COURT: You're saying -- well, that's interesting.

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I have to take a look at that. I hadn't thought about it that
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          Maybe I haven't fully considered the implications of it.
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      You're saying as a matter of law in the Ninth Circuit I can't
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      do that.
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               MR. VERNA: I'm saying in the Boston
      Telecommunications case, which involved and American plaintiff,
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      the appellate court found abuse of discretion by Judge White in
      dismissing that in favor of, I believe, Slovakia, and that was
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      only December of '09.
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               THE COURT: That's interesting. Depending on where I
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      go, I have to seriously look at that case.
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               MR. VERNA:
                          I could get the cite for you.
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               THE COURT: No, no. I can it. I mean, I can't.
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      can (referring to law clerks).
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               (General laughter)
               THE COURT: When you state a cite, just look to your
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      right, please.
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               MR. VERNA: It's F.3d something.
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               THE COURT:
                          Well, I could say that.
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                          The point of this, your Honor, is that if
               MR. VERNA:
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      in fact the Harris case were to stay in this courtroom --
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               THE COURT: Well, that's a different issue.
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               MR. VERNA: I realize that's an issue before you, but
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      if, in fact, that case stays here -- and frankly, it's hard to
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      imagine that the American plaintiffs would be sent to France
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when the Montreal Convention specifically provides that they can sue in their home forum where they're residents.

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THE COURT: That's a function, though, of the strength of the forum non conveniens motion. I mean, you know -- and how the Montreal Convention, Warsaw Convention, it all interrelates to it, a question that I have to sort of work my way through.

But you know, one of the things I think is a very high priority in my own mind is to try to avoid duplicative proceedings, one; and two, inconsistent results. That's also extraordinarily important. Because you don't want to have a situation where you have a single air crash and, you know, next-of-kin "A" gets, you know, gets the benefit of a favorable ruling, next-of-kin "B" gets an unfavorable ruling, same set of facts. You know. Same set of facts. That would be very disquieting. And so I am thinking about trying to figure out a single forum. Now you say, well, we have one.

MR. VERNA: That's exactly my point.

THE COURT: And here I am. I understand that, but then I have to factor in the different factors. But we'll get to that argument. We'll get to that argument. And unless there's some other reason not to get to that argument --

MR. VERNA: I would suggest to the Court that all the parties, the culpable parties, American or French, Airbus and Thales, are before the Court now. Nobody's contesting the

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Court's jurisdiction over the French defendants, and certainly the Court has jurisdiction over the multitude of U.S. defendants. So by granting the FNC motion and sending the case over to France, we're not creating some new party that can exist. Because indeed Air France is already a party in this case. Even though it cannot be sued directly by the foreign plaintiffs, it has been brought into the case on an indemnity cross complaint by Airbus and Thales and Intel. It's a defendant in the Harris case. Its liability will be adjudicated in this courtroom. This is where everybody is. And frankly, where I would think the law requires everybody to stay, especially as to Harris, and as to Air France on the indemnity cross complaint. If we're looking at not duplicating proceedings, then, with all due respect, I think this is the place not to duplicate proceedings, because if the case goes over to France, it's not consolidating things. And on the balancing test, in terms of the evidence, the factors --THE COURT: It's not consolidating things if in fact the Harris plaintiffs remain here. But if they don't -- isn't that right? MR. VERNA: Well, certainly if you send two Americans along with all the foreigners to France --I understand that you believe I shouldn't THE COURT:

1 do it. But if I did it -- if I did it -- then I wouldn't be 2 duplicating proceedings, would I? Other than this --3 MR. VERNA: But that's not improving the situation. 4 It's a standoff. Either we're going to have cases in Brazil 5 and interruption proceedings and a case pending here, we're going to have cases in Brazil and interruption proceedings and 6 7 a case proceeding in France -- it's not improving the situation by sending it over to France. And indeed, the burden of proof 8 9 is on the defense. 10 THE COURT: It only improves the situation -- it would only improve the situation if in fact I did send over 11 12 everything save and except for the Harris plaintiffs. 13 kept the Harris plaintiffs here and I had the Harris plaintiffs 14 here and whatever they're litigating, and the rest of it went over to France, and you still have the Brazilian -- then you 15 16 have the Brazilian, you have the French and then you have the 17 United States. So --MR. VERNA: That's my point. I think two is better 18 than three. 19 20 THE COURT: But that hinges on whether or not the 21 Harris people go, if I decide the other stuff goes. 22 Okay. Well, I think I see the map. The question is -- I mean, unless somebody -- everybody's sort of standing. 23 24 I get a sense somebody's got to say something. But I'd really 25 like to get -- unless I got that wrong, I don't want to hear

anything more about that piece of it.

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MR. DAMERIS: I do think you have that part wrong, your Honor.

THE COURT: Okay. Tell me what I have wrong. I'll hear from everybody. We have time.

MR. DAMERIS: On the multiplicity of suits, and where they're going to be determined, this court can't decide plaintiff rights vis-a-vis Air France because of convention. Period. Full stop. The only claims that can be decided against Air France are the Harris plaintiffs' claim, and then the cross claims of Airbus, Intel and Thales if the Court denies Air France's motion. Put that aside for a moment.

So if these cases go to France, it would be beyond dispute, and Mr. Verna would have to concede that French courts would have jurisdiction of every claimant's claim against Air France and every cross party or third party claim arising there out of.

So we know the French would have them all.

If you say, I would exercise this prerogative to ignore this Court's order and I'm going to Brazil, the consequence is the Brazilian court would have jurisdiction of plaintiffs' claim against Air France. As soon as they sue Air France down there, guess what happens? They sue Airbus, Thales, Motorola, Intel, Dupont. So now we have a mirror image of this lawsuit down there where the plaintiffs' primary

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defendant is Air France, and Air France cross claims against the defendants, the manufacturers. And in this court you have the plaintiffs' primary claim against the manufacturing defendants, and the manufacturing defendants cross-claiming against Air France. So they're mirror images of each other.

But by keeping the case here -- talking about foreign defendants, now, who can come back to Harris. By keeping the case here, what you actually do is create the dynamic that you absolutely have parallel proceedings and then you have the possibilities of race to judgment, inconsistent results, and what happens there if they find Air France responsible because that's the target defendant? They have a whole different liability standard. And then to come here to the United States and have a trial and they find a manufacturing defendant liable because there may or may not be a slot on that verdict form for Air France, because none of the passengers, none of the crew members, are entitled to sue Air France in the United States.

So that's why I disagree. What we do here isn't going to resolve the claims against Air France. And it's actually going to act as a catalyst for additional claims in different jurisdictions. But if we send them all to France, that court, the experts and the plaintiffs even concedes, that court can hear every one of these claims for passengers.

> THE COURT: So what about the Harris situation? MR. DAMERIS: The deal with the Harrises, your Honor,

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is that they are absolutely provided the fifth forum, and I'll yield to Air France on this, but what happened when -- and it's very -- the 11th Circuit's opinion in West Caribbean, they went through and they looked at the negotiating histories of the Montreal Convention and the U.S. government's position, and it got down to the point where the U.S. government said, We want to have the fifth jurisdiction, the principal residence of the passenger, but we also want to make sure that everybody understands that that fifth jurisdiction is still subject to forum non conveniens.

And so that's what happened in West Caribbean. were Americans on board the aircraft, and the Court first said, You're entitled to file your suit here. We have subject matter jurisdiction over your claim.

Now, I'm willing to do the traditional Piper vs. Reyno forum non conveniens analysis, and I'm going to decide whether it's an adequate alternative forum, balance private/public interest factors, and make a determination pertaining to rights of standing and deference. And in that case, the Southern District of Florida dismissed the U.S. plaintiffs, and in that case the Eleventh Circuit affirmed it.

And I'll tell you, there are other cases that are -of -- that have, the same thing has happened. That's the position of the Fifth Circuit In Re: Air Disaster --

THE COURT: What about the position of the Ninth

Circuit?

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MR. DAMERIS: Under the Warsaw Convention, the Ninth Circuit took a different position in the Hosaka case. They did, your Honor.

THE COURT: The argument is -- that was early on with respect to the Montreal Convention -- that it hadn't been really fleshed out, and that the court didn't really seriously consider the issues.

MR. DAMERIS: Your Honor, I'm a manufacturer's lawyer, so I'll give you my spin on it.

THE COURT: In fairness to your -- no, we'll get to that in a minute. But I want to hear what counsel have to say.

MR. MITHOFF: Richard Mithoff.

First of all, as your Honor has already alluded, there's an open issue in the Ninth Circuit as to whether or not forum non conveniens doctrine even applies to the Montreal Convention. The Ninth Circuit previously held it did not apply on the Warsaw Convention. Even if the doctrine were to apply, we think it is entirely inconsistent with the fifth jurisdiction. The fifth jurisdiction, which was proposed and proffered by the United States at the Montreal Convention, was specifically intended for a situation in which citizens were attempting to sue in their home forum in a case where everything else happened outside the United States. accident occurred outside the United States. The carrier,

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principal place of business, is outside the United States. Tickets are purchased outside the United States. The verv situation which would ordinarily lend itself to a forum non conveniens motion. But in that situation, the United States argued for -- France opposed -- the United States argued for and won the right for the fifth jurisdiction choice of forum.

To allow the fifth jurisdiction, but at the same time to allow a forum non conveniens motion on the fifth jurisdiction -- we're not talking about any of the other choices of forum -- is totally inconsistent. The exception would be swallowing the rule. The West Caribbean case that is referenced as we read it did not include U.S. plaintiffs, and in fact, the basis for filing it in the United States was that contracting carriers were Florida companies. It was not a fifth jurisdiction type claim. We are aware of no case, no case, in which any United States court has ever dismissed a U.S. plaintiff for forum non conveniens where the case was filed under the fifth jurisdiction. No case. And we are not aware of any basis in logic or in law that would allow forum non conveniens doctrine to be applied, at least to the fifth jurisdiction. It simply would not be a logical result, given the whole purpose and intent of the fifth jurisdiction.

THE COURT: Why wouldn't it be -- your last statement, why wouldn't it be? I mean, why shouldn't one -- you may be talking about policy, but I sort of lost -- why wouldn't a

forum non conveniens motion make some sense, as much sense, in 1 2 that case, in that scenario, as it does in any other scenario? 3 MR. MITHOFF: Because the fifth jurisdiction forum 4 will exist only in a situation in which the only contact, if 5 you will, is that the U.S. plaintiff resides here as the home 6 forum. And everything else takes place overseas. The accident 7 occurred overseas --THE COURT: So you're saying they put it in, really, 8 9 notwithstanding all the forum non conveniens factors, it was put in because they said, hey, you know, by the way, we're 10 11 going to treat you differently. We're going to treat you 12 differently if you're a citizen of the United States, or "X" --13 MR. MITHOFF: Precisely. 14 THE COURT: And you always have the right to bring your case to court and have it adjudicated in court. 15 That's a 16 special case. 17 MR. MITHOFF: Precisely. And that is made clear from the minutes of the Montreal Convention. 18 THE COURT: I think I understand that. Fine. 19 Okay. 20 Sir? 21 MR. MARKS: Steve Mark with PodhurstOrseck. 22 represent 41 of the families and their Brazilian families. 23 You raised a concern, a legitimate concern, about 24 whether or not there's going to be a duplication of litigation, 25 inconsistent results. And at the very first hearing you

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raised, which we think is the most important issue, and your Honor's concern that these cases not get distracted. That the people focus on the cases. And that we move them forward to a prompt and reasonable conclusion. In fact, your words were to try and resolve it as much as possible. No one wants to be here; it's not in anyone's interest to have long, protracted litigation.

Now, taking what your Honor said, under no circumstances -- and I can assure you and I'll stipulate to it, just like the defendants have -- these 41 Brazilian families will not go to France. Your Honor can make a ruling that accepts their stipulation, but your order would never compel us that we must file there. We can file where we choose, where there's jurisdiction. They will never -- because a French court one will take forever.

Two, will never be able to prove much of the evidence because we're going to be stuck behind a criminal proceeding. You have the two most important powerful companies in France, the largest employer and the nation's largest carrier, and these Brazilian families who have chosen a U.S. forum, which is their right, and it is presumptively a correct forum, it's their choice, where they have jurisdiction over nine of the 12 defendants are U.S. -- right down the street, some of them -it's a strange argument to suggest that somehow it's inconvenient for these U.S. defendants to defend in the courts

where they live, are used to and so on. 1 2 And --3 THE COURT: Can I ask this question? Because I'm not 4 conversant with interruption proceedings. Every proceeding's 5 an interruption anyway... 6 (General laughter) 7 THE COURT: Including this one. So -- but my -- are you saying to me, you know, if this case proceeds, your clients 8 9 would not institute proceedings in Brazil? Is that -- did I 10 hear correctly? 11 MR. MARKS: No, you did not. 12 THE COURT: Is that what you're saying to me? 13 No, they would have a choice. We could MR. MARKS: 14 file what's called an interruption, which is merely a 15 document -- I've done it in Brazil on many occasions. It's a 16 single-page document which merely advises the world, we don't 17 serve it, it's put in the court record, that we intend to preserve our rights to sue and may do so at a later time. 18 That's an option for some of the Brazilian families. 19 20 The other option would be for them, for some, if they 21 chose, to file in Brazil against Air France, where there's 22 jurisdiction, and the manufacturing defendants. 23 Now, my clients are interested in finding out the 24 truth and what actually happened, which they'll never be able 25 to do in Brazil. They're here because the U.S. defendants are

here, the evidence is here, it's all in English, and they can establish and prove what happened.

THE COURT: I understand that. I understand that argument. But I'm not sure you really answered my question. So let me just tell you what my understanding is.

> MR. MARKS: Sure.

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THE COURT: If what you are saying to me is that of course we would advise the Brazilian courts of the status of this litigation or something -- I don't know quite what it means, so -- I think you're saying to me: We would advise the Brazilian courts that we may have a claim against Air France or we may have a claim against X or Y, and somehow that would preserve our right at some point to pursue the claim, then that of course is somewhat troubling to me in that I see the very thing that I wanted to try to avoid, which is the duplication of litigation, the possibility of inconsistent verdicts, the requirement that the defense -- defendants, some, all of them -- have to defend in multiple jurisdictions, based upon essentially a single set of facts, a single occurrence, a single incident.

So I guess what I'm saying to you is, Look, I turned to them and said, Are you willing to agree that the jurisdiction would be in France and that you wouldn't raise a forum non conveniens motion and that you would adjudicate under French law, assume all those claims, would you be willing to

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agree to that so there would be some determination? And they said, Oh, yeah, that's not a problem. Yeah, absolutely.

And I wonder whether I can say to you the same thing. I wonder whether I can say to you, Look, if I keep it here -- I don't want any proceedings in Brazil. I -- you know, it's going to be here in San Francisco. By the way, I'll make a number of commitments in terms of timing. I have no problem, none at all, giving everybody an early trial date, giving everybody individual attention, moving cases along. I can quarantee it, as long as I'm the judge in the case, that it would be expeditiously adjudicated. And I could tell you what I mean by that. So it's not that -- the proverbial pig in the poke. I could tell you dates and so forth and so on.

But I'm curious -- and maybe this is, you know, maybe this isn't part of the process, but who knows what is, you know -- maybe I can condition it remaining here on something like that, on a -- an agreement that the case would not be adjudicated in Brazil.

MR. MARKS: That's a fair position. And we accept your proposal. And what would -- what we would tell you is, so you understand the full backdrop of Brazil, unlike the United States, they don't have consolidated proceedings. Unlike the United States, we're going to have a jurisdictional battle with multiple U.S. defendants. Unlike the suits, these cases you're talking about inconsistent results and multiple defendants. In

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Brazil, Brazilians living in Minas Gerais, Belo Horizante will bring their case in their jurisdiction. We will have 50 different jurisdictions where the people will be bringing 50 They cannot be consolidated. And that different cases. necessarily opens it up for inconsistent verdicts and results in Brazil. So Brazil, which would be the only other choice these Brazilians would exercise if your Honor doesn't keep it, would be the worst forum, per your fears. We would have 50 different judges determining liability and damages and have a battle.

And if history is any indication, TAM 1 and TAM 2, which are Brazilian accidents involving Brazilians on the ground where there was lot of the legitimate justification as opposed to smoke, which is here, where witnesses were there, controllers were implicated -- I mean, there was a real, legitimate basis -- those cases are still pending. when that accident happened, we're looking at Brazilian citizens, 14 years, have another maybe 10 years. So Brazil is a very bad option for the families.

So when your Honor says, I'm interested in fairness, getting a result, and you're going to give us certainty, we trust this Court; our families trust your Honor to be able to provide fairness and justice. And we will do that. And we will so stipulate to this Court's jurisdiction.

> THE COURT: I think I understand that argument. Okav.

Yes, sir?

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MR. REITZFELD: Alan Reitzfeld, again for Air France. I'd like to respond, with the Court's indulgence, to Mr. Mithoff's points, please.

First of all, it's important to note that the delegate from the United States to the Montreal Convention explicitly rejected the argument made by Mr. Mithoff that the fifth jurisdiction precludes FNC dismissal. Let me quote. The U.S. delegate stated that -- U.S. delegates stated that the fifth jurisdiction was not intended, and here's the quote, "to limit the ability of courts in their discretion from applying the law of the court seized of the case to dismiss cases that more properly belonged in one of the other jurisdictions."

And I'm referring to Page 180 from the minutes, which I believe is document 16115.

So right off the bat, we have the legislative history showing that the fifth jurisdiction was not a magic key that locks the door from non conveniens dismissal.

Let me talk just a bit about the Hosaka case, which is the Ninth Circuit case decided under the Warsaw Convention. First of all, as I mentioned, Hosaka was decided under the Warsaw Convention, not the Montreal Convention, and I quote again from Footnote 17305, Fd.3d at 1001:

"We offer no opinion as to whether the text and drafting history of the Montreal Convention demonstrate whether

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forum non conveniens would be available in an action brought under that as yet ratified treaty."

Every reported decision that either side has cited on the Montreal Convention has held that it does not preclude forum non conveniens dismissal. That the language in 33.4, talking about applying the procedural rules of the law, the Court seized of the case allows forum non conveniens.

We also, and I quote -- well, I refer the Court to the Newvac case that Mr. Dameris was talking about, the Eleventh Circuit, the District Court decision in that case; and also the Kahn v. Delta, the recent Eastern District case. They all said the same thing.

Now, one thing -- I have a long outline; I'll skip ahead, because sometimes our tax dollars at work are very effective. And in the West Caribbean case, the District Court asked the United States under 28 USC 517 to file a formal statement of interest. And the Court received what it asked for. And the U.S. Department of Justice filed a statement of interest, which made the following points, and I'm referring now to document Number 116:

"First, we respectfully note that the reasonable views of the executive branch concerning the meaning of an international treaty are entitled to deference."

Now, I want to say again this is the official statement of interest. It's not the government as party taking a position. It's the official statement of interest.

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Next, another quote: "The United States believes that forum non conveniens doctrine remains available as a procedural tool for federal courts to use in their discretion in litigation governed by the Montreal Convention."

And the Court again refers to the fact that the questions of procedure are to the way the Court seize of the case.

And the statement goes on and on and sets forth some points from the legislative history. And it talks about the fact that Hosaka was discussing the Warsaw Convention, which is a 1929 treaty, before Gulf Oil in the 1940's really accepted the forum non conveniens doctrine. And yet the Montreal Convention back in 1999 occurred when forum non conveniens was a very popular procedural tool. And there's a lot of discussion about it in the minutes.

So the Hosaka case has really no value here. This is a brand-new treaty. It's a more modernized treaty, and it makes it clear from the U.S. statement of interest, and also from other statements of the delegates, for example -- and I don't want to take too much of the court's time -- the delegate from Switzerland interpreted the law of the Court seized of the case, to mean that, and I quote, "whenever a case is brought before a court which applied this principal, forum non conveniens, the Court would have to examine the case and come

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to a conclusion as to whether it regarded itself competent for that case or not."

And likewise, the chairperson -- at one point, the U.S. delegate had suggested we put in expressly forum non conveniens into the convention saying it's okay to apply forum non conveniens. But there was also a concern that countries that don't accept forum non conveniens might feel that it was being thrust upon them. So the decision was made just to leave it be.

And I want to quote the chairman in summing up the U.S. delegate's suggestion: "Nothing in this argument is intended to limit the ability of the courts seize of the case to dismiss cases which could more properly belong to another of the jurisdictions stated in the convention. And would in fact preserve the right of those states which had the forum non conveniens principal, and in no way derogate from those who did not have it. It would leave the door open to the latter to think in the future as to whether it may well be appropriate to change their own law if they so wished."

So we have every reported decision discussing the Montreal Convention saying that forum non conveniens is fine under 334. We have an official position of the U.S. Department of Justice saying the same.

We think this is a red herring. We think that the fifth jurisdiction is not the magic key to lock the door forum non, and it's clear both from the text of the convention and the legislative history that forum non conveniens remains a procedural tool that's allowed in this court.

Thank you, your Honor.

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MR. DAMERIS: Thad Dameris on behalf of manufacturing defendants.

First, to respond quickly, your Honor, to the point: You put the hypothetical stipulation to Mr. Marks, and a couple of points in response to that.

Although he represents several Brazilian families in this litigation, there are in excess of 151 passengers or crew members that have not yet filed cases. And we wouldn't have their stipulations. That's the first point.

The second point is that the stipulation would have to be that they are waiving all rights against Air France in all jurisdictions, not just Brazil, because see, there are four other jurisdictions, and if he says I'm not going to Brazil, he might end up in some other forum. France, for example, after these proceedings have been concluded. He might file an interruption action there. And so if he's going to enter into a stipulation on behalf of his clients, it's going to have to be that in return for choosing the U.S. jurisdiction, he's basically releasing Air France of all liability, because the only liability that he can assert against Air France is in a conventional jurisdiction, which is either France or, for some

limited number of plaintiffs, Brazil. So that's the point there.

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Your Honor, the other reason why I don't think the stipulation of the plaintiff works -- and let me say, in defendant's stipulation, it's a tool that's been well recognized and approved by the U.S. Supreme Court. See, it's an easy way of getting beyond jurisdictional arguments, and you don't have a battle of experts in one -- the plaintiff's saying the courts can't exercise jurisdiction, and the defendant's saying they can, and so if the defendants just stipulate, in a forum, that you're beyond that point.

But the problem with a stipulation is what we're here to do today, and what the Ninth Circuit in the Van Schijndel opinion has taught us, what we have to do is we have to balance the convenience of litigation in this court versus the alternative forum, and we can't go pick a bunch of different other forums, because there's not a record made on that. the Court were to dismiss today for Brazil on the record before it, I submit -- sadly, as a proponent of dismissal -- that that would be error. And that's the Van Schijndel decision out of the Ninth Circuit.

So what we need to do is look at the path before us. And it's a very simple one. We first decide whether France is an adequate and alternative forum. We know it is because there are several circuits that have already found it is in aviation

disaster cases.

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We also know it is because the plaintiffs don't seriously contest it. In fact, they do concede it's an adequate forum in their papers. And when we know that it's an adequate and alternative forum, both from the declaration of their expert, who concedes that it would have jurisdiction of all these claims, but also the declarations of Justice Béraudo, of the French Supreme Court --

THE COURT: I'm trying to figure out why it's an inconvenient forum for your clients.

MR. DAMERIS: The U.S.?

THE COURT: Yeah.

MR. DAMERIS: That's the point I'm coming to next, your Honor. The issue here is, it's on -- and that's one of the -- we will call the private interest factors. And the private interest factors go to ease of access to sources of proof; and the availability of compulsory process for attendance of unwilling witnesses.

And so what I have done is I have prepared a little chart -- I'll ask my colleague, Mr. Oakley, to hand it up. I've prepared a chart that we can use to try and focus on what pieces of evidence, that the evidence here -- if you'll allow me, your Honor, hand that up -- we had originally proposed to do this by PowerPoint, but I think the old-fashioned way is better.

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Bruce, if you have some copies, you might make them available for the clerks.

So what we need to focus on is what is the material evidence, and what is the record on this motion before this Court.

Now, I'll remind the Court that -- and this is a very unique accident, because in my entire professional career, this is the only accident I'm aware of where we don't have digital flight data recorder information and we don't have cockpit voice recorder information, which typically tells the story. And which typically can get rid of some of the very speculative theories that could be brought against U.S. defendants. example, they've sued the engine manufacturers. We actually do have some engine data that was wirelessly reported on the day of the accident that the BEA cites in their report, and they say they find no malfunction of the engines. Yet these plaintiffs have still named General Electric.

So with that in mind, we're missing a large and important tool: The black boxes. Let's focus on what the evidence is the record establishes, this material, and where it's located, and what tools do we have to compel it here, because if they can't bring that material evidence here, we're establishing that this is an inconvenient forum and it can be burdensome on these defendants and their defense.

And so I start off with the BEA Annex 13 investigative

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material. The BEA is the equivalent of the NTSB. Under the Chicago convention of 1944, Annex 13, it defines which parties or which states lead investigations. France leads this investigation for five reasons:

One is that it occurred over water, so there's no state where the occurrence happened; two, it's because it's the state of registry of the aircraft; three is it's also the state of the operator, Air France; four is it is the state of manufacturer, Airbus; and five is, it is the state of certification.

DGAC, the French equivalent of the FAA -- now known as EASA -- E-A-S-A -- is the authority that's certified this aircraft and its component parts. And it's a very regulated industry, and nothing gets on the aircraft or comes off the aircraft without approval from the regulator. Because you have to have a type of certificate, and they are done on what you call joint airworthiness standards. So that the French and the Americans will get together and discuss standards. And then the French build the aircraft to the joint standards, they can operate in U.S. airspace.

And the same thing's true for Boeing aircraft. Boeing aircraft are built to the joint standards, then the U.S. FAA certifies the aircraft, but the Europeans allow it in their airspace.

So, the BEA leads this investigation. They are in

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exclusive custody and control of the wreckage. It's in a hanger in Toulouse. They are in control of the aircraft messages -- and I'll get to the story of air -- if the Court's interested -- in a moment.

They're in control of the witness interviews of the There were three flights, two before and one after pilots. Flight 447, that diverted around this storm. Those pilots have been interviewed as to what the weather was like. One of those aircraft, an Air France A330, using the identical weather radar, and what could be seen before the Flight 447 accident could be seen on that Rockwell Collins radar. All those witness statements are confidentially held by the BEA in France right now. Those witnesses reside in France, or Germany.

The DGAC, the EASA, all their investigative materials, all their certification materials, all the correspondence back and forth between operators, airlines, manufacturers, and component part manufacturers, different parts, improvements, in-service history -- all of that stuff is in residence in France.

I mentioned the wreckage, I mentioned the pilots, certification records. The records about these pitot probes, which received a lot of attention in the BEA official reports. All of that is in France, your Honor. The Air France maintenance records on these aircraft; the Air France training records for this flight crew; what they were taught about how

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to handle unreliable air speed indications; what they were taught about the proper operation of a Rockwell Collins radar and how to adjust the gain and the tilt so as to be able to see further into deep storms -- all of that information is in France, your Honor.

And that information is critical. If you look at the Lueck opinion out of the Ninth Circuit, they talk about maintenance records. They talk about pilot training records. The Ninth Circuit talks about, specifically, certification. All that kind of information -- statements from pilots -- all that information the Ninth Circuit found to be material and should be available --

THE COURT: If you were to remain here and you need that information, would you proceed under the Hague Convention?

MR. DAMERIS: I can't, your Honor, and Justice Béraudo And we also -- at Annex 13. Two parts of speaks to that. Annex 13 apply. The first part is 5.12, and it specifically said that the information that forms the basis of the BEA's investigation may not be released unless a French court makes a finding that it can be released and would not have a negative impact on future investigations. So, a French court has to do the release.

The second thing is in Béraudo's declaration -- and I can give you the cite if you want; it's in our brief, so it would be easy to find. In Béraudo's declaration, he says that

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a letter of request under the Haque would not be sufficient to release the professional secrecy and the Annex 13 secrecy confidentiality requirements. And that it has never, ever happened in French history. And he had familiarity with these issues, having sat on the French Supreme Court and having ruled on some of these issues.

So, I go on to some of the really critical evidence, and these are pieces of the evidence that will allow the parties to try to, A, to defend themselves; and to try and create the picture of what happened on this dark and stormy night.

Current and former Air France employees that provided flight training to these pilots. The Air France flight crew that have perished that aren't here, but their training and performance records. French National Weather Service witnesses and documents the BEA's been relying upon to determine the intensity of these terms. The ACARS messages. That's verv interesting. The plaintiff said that the ACARS messages were in fact the black box in this case, and that only the people at ARINC in Annapolis, Maryland could answer the questions.

And I made another chart here if I can pass it up. Thank you.

Your Honor, if you look at -- I pulled these directly out of -- these quotes out of the plaintiff's briefs. They say the manufacturing defendants completely ignore the fact that

1 the ACARS messages can only be fully understood with the help 2 of the developer of the ACARS, ARINC, which is based in 3 Annapolis, Maryland. Because of the developer --4 THE COURT: I understand this. Now, ACARS is in 5 Maryland, but their principal business is in Switzerland or --6 MR. DAMERIS: No, exactly the opposite. ACARS is one 7 of two commercial competitors. Other one's called SITA, 8 S-I-T-A. SITA provided the service to Air France. ARINC had 9 nothing to do with it. We've got a declaration attached to our 10 reply where the vice-president or global director of ARINC 11 services says: We did not receive, we did not transmit, any 12 ACARS messages to Air France 447 on the first of June, 2009. 13 And therefore we have no information about their content, their 14 prioritization, synchronization or anything else. All of that 15 is in the hands of SITA headquarters in Geneva, the operational 16 office that received the sat-com messages in France, transmitted to Air France's ground facility in France. 17 18 THE COURT: Can I go back? 19 MR. DAMERIS: Yes, sir. 20 THE COURT: As to your argument that certain things, 21 in the Justice's opinion, either, one, have never been 22 released; or would require a court order from France to release 23 them, that's with -- isn't that true as well if the litigation 24 were to proceed in France? Is that not true? 25 MR. DAMERIS: It's not. He specifically addresses why

it's not true. 1 2 THE COURT: Why isn't it? 3 MR. DAMERIS: Because there's a procedure in the 4 French system where the French judges are in control of the 5 information to take information either from a BEA investigation or a criminal investigation -- there are two criminal 6 7 investigations ongoing in France right now -- for use in civil proceedings in France. 8 9 THE COURT: Okay. Okay. I got that. Thank you. 10 MR. DAMERIS: So your Honor, I'll move on from the ARINC -- I think you get my point on the ARINC. 11 12 So we come back to -- I can go through each of these 13 private interest factors, but they are the availability of 14 compulsory process for the attendance of unwilling witnesses --15 we just talked about all these different bits of evidence and 16 witnesses that would have custody of them --17 THE COURT: What about the argument, you know, things 18 are -- not to be critical of France, but proceedings can be 19

virtually interminable in courts outside the United States, and here, at least, notwithstanding the inconvenience and perhaps some other difficulties with respect to -- that you've highlighted, there would be an adjudication in a more rapid manner? And that in fairness, there ought to be an adjudication in, you know, like one's lifetime; that it shouldn't -- that these claims shouldn't be subject to 25 years

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or 30 years of litigation, which is -- and that's their argument, that that's what would happen in France. What about that argument?

MR. DAMERIS: I agree with the principal. I disagree with the argument. It has no factual basis. Justice Béraudo deals with it specifically. They gave five examples from their law expert, Mr. Cachard, a 37-year-old gentleman, two years of legal experience, no experience in an aviation case, and concedes that he's never been involved in a proceeding to gather evidence under the Hague Convention.

Now, Mr. Cachard says -- and there are five examples where it took a long time to get cases resolved. Four of them are easy to dismiss; they're criminal cases. They're not the civil cases. And he concedes this in his deposition. So -- he says it in his declaration, he concedes it in his deposition. And Justice Béraudo in his supplemental declaration drives the point home and gives it the factual representation and the reference to the court records that will help understand it.

The fifth case is a case called Flash Air. It's a case, an Air France flight, going to Egypt. The cases got filed in the Central District of California. The judge in the Central District of California dismissed them for forum non conveniens for refiling in France. The plaintiffs went to France and contested the jurisdiction. Rather than refile the case and prosecute their claims, they argued to the French

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court: You can't assert jurisdiction over us, so that they could then come back to the United States and say, It really wasn't an available forum. That case -- the plaintiffs instituted the argument. They lost it. The plaintiffs appealed it. All of the delay associated with that case was because of the plaintiffs and their appeals. The defendants stood up and said, We're here, we've stipulated, we're ready. In fact, the Court gave them a trial date 14 months out. your Honor, the declaration of Justice Béraudo makes clear that these cases don't go too long.

Two instructive points in addition to that, on our side of the aisle. The Courts of appeal make it clear that delay has to be intolerable delay. And the fact that it would take four years to resolve something in France as opposed to three years in the United States is not the delay that has any consideration in forum non conveniens, and there's a lot of circuit court law on that.

The second point, your Honor -- I know this court is familiar with the proceedings that happened in the Alaska Airlines case. I've been involved in other cases, including the unfortunate accident of American Airlines on the 12th of November 2001 outside of New York at Bell Harbor. That case was -- those cases were filed in early January. Accident, November 20, '01; cases filed early January, 2002. It was 2008 till we got the last cases resolved. So your Honor, you know,

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there's a delay in systems all over when you get into these very large cases. You've got to deal with the damages for the passengers on a passenger-by-passenger basis. It takes time to gather the information and get settled.

And what happens in these cases, because the airline has stipulated liability under the Convention, when the cases get into the right forum where the airline can be sued, in France, they settle very quickly. Because the jurisdiction issues are beside. You know exactly where you are. And the parties sit down and the cases get resolved and people move on with their lives.

What happens when you try and separate a product claim from an airline claim is you get into these intolerable delays that result in forum non conveniens until the cases can get back together. And they can only be put back together in France. And a few cases in Brazil. But these Brazilian plaintiffs can elect France or they can elect Brazil, but they cannot elect the U.S. to resolve their cases against the airline.

THE COURT: Thank you.

MR. DAMERIS: The last point I would make, if you look at the remainder of the private interest factors, access to the wreckage is one the Supreme Court specifically mentions, and of course that's in France, and you can't order that wreckage here.

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And the other practical problem is translations. Whether this case is tried here or in France, there are going to have to be translations. French documents into English, English documents into French, Brazilian or Portuguese into English. It's neutral, I would tell the Court.

The other thing is -- are congestion of the Court. That's one of the public interest factors. I would submit that this court can have consolidated centralized pretrial proceedings here, but you can only try the merits of the cases that were original actions here. Everything else, all of Mr. Marks' cases, have to go back to the Southern District of Florida. It may be that that judge decides that you have experience with the cases and they come back on 1404. But that's the decision of your brother down there.

So these cases, if they're here, they're not centralized in one court for resolution. Just for pretrial. If they go to France, they're centralized in one court for complete resolution.

THE COURT: All right. All right.

MR. DAMERIS: The other thing is --

THE COURT: In response to that, the history has been that essentially the cases have been resolved in the initial I mean, in the court -- not the initial court, in the transferee court.

MR. DAMERIS: There has been that experience, your

Honor, I agree.

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THE COURT: But I think technically you're quite So -- I mean, I understand that argument. riaht.

MR. DAMERIS: I'll move to the end of the public interest factors, your Honor, which are the interest -- and this is an important one -- the interest in deciding localized controversies at home. Put aside the Harrises for a second; I'll come back to them. Absent the Harrises, this can't be described as a localized controversy. This is a case that involves a French airline on a French air-built -- or a French-built air frame, with the largest number of persons that were on board that died were French nationals. Aircraft's certified by the French authorities, and the investigation is led by the French aviation authorities, by the BEA.

Two separate criminal investigations are ongoing. And the circuit courts around the country have held no better indicia of localized interest in a matter than if they've instituted their own criminal investigations. This is a matter of deep interest to the French. And -- imagine how we would feel if we had a U.S. accident of American Airlines of a Boeing aircraft with Americans on board and the French decided that they were going to decide whether that Boeing aircraft was properly certified, whether American Airlines properly trained their pilots. It really is a local issue for the French.

THE COURT: I understand that.

MR. DAMERIS: Other administrative difficulties. This court has to rely on the Hague Convention with the countries that have signed it. I'll mention to the Court: Brazil hasn't signed the Hague Convention. So you have to go through a whole different procedure with Brazil.

In France, the Hague Convention will apply vis-a-vis the United States, and it's completely circumvented by the defendants collective submission that will make our witnesses and will make our documents available upon request to the French court. So the French Court doesn't have to use Hague for the U.S. -- you do have to use Haque.

> THE COURT: Okay. Okay.

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MR. DAMERIS: The other point is EC regulation 1206/2001. There's a reform of the French procedure, or the European procedure, within the European community. The judges there can skip the central authority for justice, pick up the phone, call another judge, and they can move quickly and gather information in Germany, Spain or elsewhere.

This case will require the Court to Conflicts of law. forego its DOHSA, Lauritzen factors, laws of the flag of the ship, France -- you can go through the factors. I've looked at them, your Honor. We don't have to judge it today. It's not an issue the Court tells me I can decide before, it's going to be French law as to the majority of the defendants on liability. It's going to be French law on the 72 persons that

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died that were French nationals. It may be Brazilian law or some other law as relates to other passengers, but what's not what it's going to be, is going to be a U.S. law.

And so we're going to have very complicated questions of choice of law on an issue-by-issue basis and on a defendant-by-defendant and plaintiff-by-plaintiff basis.

Truth in fact, your Honor, these cases have absolutely no relationship with Miami, where they were originally filed; with Chicago in the state courts of Cook County, where they were removed, and then, you know, MDL'ed up to here. And where -- San Francisco, for that matter. You know, in our briefs, we go through and make the points plaintiffs have mischaracterized where the relevant evidence resides. There's not any relevant evidence in Miami.

THE COURT: I think the question isn't -- from an MDL point of view, I think the question is the United States, as distinct from San Francisco or Miami or Chicago. that's the question.

MR. DAMERIS: I don't think the Ninth Circuit has been clear on that point, your Honor. If you read their -- a couple of decisions including Lueck and Van Schijndel, and in those cases, your Honor, the Court looked at state by state and not United States versus other forums.

THE COURT: I'll look at that.

MR. DAMERIS: One thing I'll close with here, and this

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is a quote out of the United States Supreme Court's -- a quote out of the Piper decision. And the plaintiffs have made a big point that they need this forum to police these defendants, and that these American defendants, many of which they can't even prove had parts on the airplane -- and all that's addressed in our brief. But in Piper, it's written that, "Respondent argues that American citizens have an interest in ensuring that American manufacturers are deterred from producing defective products, and that additional deterrence might be obtained if Piper and Hartzell were tried in the United States, where they could be sued on the basis of both negligence and strict liability."

The Court wrote, "However, the incremental deterrence that might be gained if this trial were held in an American court is likely to be insignificant."

So these whole arguments raised about bilateral treaties? Rejected. Lack of access to contingent fees? Lack of access to federal-style discovery? Rejected. Rejected. Deterrence? Rejected.

And we attached to our brief a chart of all the cases, and -- the cases since 1981 forward, since the day of Piper, we've tracked foreign aviation cases. And what's really striking is we're talking about balancing interest, and we show how decidedly they tip in favor of France on this case with a French air frame manufacturer. Look at the number of cases

that have dismissed Boeing, McDonnell Douglas, Sigorsky Helicopter, Bell Helicopter, Pratt & Whitney -- all these icons of American business that have been involved in foreign aviation accidents -- and the courts have said there simply is not enough convenience to these foreign plaintiffs' selection to sue here. And you should go back to either the place of the accident -- that's one place they send them. We can't send it to the Atlantic. To the place of destination, which is the destination for dismissal, and what we're moving for here, which also happens to be the place of manufacture and the place of the official investigation, etc. And sometimes they send it to the place of the plaintiffs --

THE COURT: I understand. Thank you very much.

MR. DAMERIS: Thank you, your Honor.

THE COURT: Response?

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Thank you, your Honor. Mr. Marks with MR. MARKS: PodhurstOrseck.

First of all, I'll solve the Lexicon in 1404 problem: If your Honor keeps the cases, we'll refile in San Francisco and dismiss the transfer case.

Number two, it is curious because we have an argument made by Mr. Dameris for Air France when they are only the airframe manufacturer, their liability really isn't at issue. What is at issue is the weather, radar system on the aircraft, and the component parts, which make up the navigational system.

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All those lawyers, those U.S. lawyers sitting behind us, represent U.S. companies. Where all the evidence is here, all the witnesses are here, former witnesses are here. And this is a red herring, this list, and I'll go through it quickly.

First, Mr. Dameris concedes that these documents that are being held in a criminal proceeding and with the BEA are confidential. They remain confidential, and there's not ever been in the history of French jurisprudence a French court which has compelled the production of those materials. So the fact that they're in France, if your Honor and some people file there, there is no showing that it's ever been released. And it would be purely speculative to suggest that it would be released.

Moreover, we have the two most important French entities in this courtroom. If they wanted to get these documents, there would be procedural vehicles that they could They're parties to the investigation. And to the extent they wanted to do something to get that material, which they haven't done, then they would presumably do it.

The next item is these pilots. These pilots who flew the other flights -- there's not even any dispute about it; that's not even an issue in the case. We agree that they did divert it, they saw it. We have transcripts. We know it's in the BEA report, what occurred. It's not even a factual dispute. But as we've done in virtually every case -- Concord,

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TAM, Goal -- we've cooperated with defense counsel. I've known these gentlemen for many, many years. The witnesses, they voluntarily appeared. We deposed them. We did that in SDA King. A lot of witnesses in Europe voluntarily appeared, we videotaped and produced them.

The rest of these items fall into a broad category of documents which are within their control: Crew records, certification records. As a matter of law, the certification records are produced and made by Airbus.

And these U.S. companies, Garmin and other companies, or the weather radar system data, the certification is here. Their products are certified by the FAA in the United States for all these U.S. manufactured components, whatever certification records are in their possession. Because when they submit them, all the data by the manufacturers on performance, on the engine performance, on the type of the computer information that's gathered and how the autopilot system works, all that has to be in their possession because they do the testing. They submit that document to FAA. FAA stamps it approved or not.

And whatever correspondence exists between those parties is here in the United States, and it's subject to one button on a computer that's scanned and will be produced here. And they're all in English because all certification documents are in English.

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So the next -- and the crew records, are with Air France, who presumably has those records because they're their crew.

So all the records that can list -- they can make a chart that's 20 pages long, but none of the documents that they contend they need, have ever been produced before, or aren't in their possession. So that is a complete red herring.

Let's talk about how intolerable France is. It is so intolerable that the Brazilians would rather wait 15 to 18 years in Brazil than to exercise their -- the possibility of going to France. I'll tell you why, apart from the political reality of Air France and Airbus having whatever impact it has.

If you look at the Internet -- and it happened -- we will supplement the record, this apparently occurred a couple of days or a day ago; it was just reported -- a newspaper article appeared. Maybe it will straighten out; we don't know for sure: "Title 11 Work to Rule Strike in Bottle-Necked Judiciary." These articles discuss the fact that the judiciary in France is bottle-necked. And there's currently a strike in France by court personnel. So apart from all of the problems with proof, apart from the problems with delay, apart from the problems with prejudice, these actions are not going to end up in France.

Let's talk about history, because Mr. Dameris mentioned what has happened in the past anecdotally and what is

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the most efficient way to handle these cases. Concord. I represent all the victims of the Concord. We filed suit in the Southern District before Honorable Judge Paul Huck. Got those cases. It was clear early on in that litigation he was going to keep those cases. The second that became clear, we settled within a year, every single passenger case. And -- because there was no forum non conveniens dismissal, and because the parties knew -- and some of them are in this courtroom; Mr. Dameris was not there -- we settled every one of those cases. Eighty-eight German families.

Next case. King. King was heard before Judge Moreno. I represented all 69 passengers. That case was denied three times forum non conveniens. Even Judge Moreno and the Eleventh Circuit affirmed the right of an American to be in an American court. And that action, three weeks before trial, because that case involved a wreck that occurred at Linate Airport between two planes on the ground, where the controls were at issue, where the airport personnel were at issue because there was --

THE COURT: I want to go back to one point. you're -- which is a point you made the last, about five minutes ago, the availability of evidence. And your argument really is: Look, as to all these things, which certainly they are, a lot of them, not all of them, are in France -- you say, either, one, nobody can get them; or two, Air France and Airbus can get them. Okay. You say that you know they have -- they

either have them, because they're there --

MR. MARKS: Right.

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THE COURT: -- or they probably could seek them. I -and I understand that. So you say, look, they shouldn't complain about that. If anything, we should complain, and we're not going to complain.

And that's my question: If it turns out that the case remains here and the -- and that evidence is inaccessible to you for a variety of reasons -- don't have process, Haque convention doesn't work, da-da-da-da-da -- you know, it's a custom and practice in France, this or that or whatever's going on, one never knows -- I mean, I certainly will never know -you're telling me, Hey, we're not going to complain, we're not going to seek delays, we're not going to seek sanctions. You know, we're not going to ask that adverse inferences be drawn. We're not going to do any of those things. Is that what you're saying to me? I'm saying it rather broadly because, you know, I don't want to hear something later on that I just sort of didn't cover.

MR. MARKS: On behalf of every client that is before your court which my firm represents, which is the vast majority -- Mr. Verna and Mr. Mithoff can stand up if they disagree with this -- we will not complain -- you're right, we're the ones who suffer.

Further, we're still concerned about going there and

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never getting our day in court. We will so stipulate that under no circumstances will we ask for an inference, a jury instruction, argue to a witness on a cross-examination, or anything, but -- we have burden of proof, so if anyone had a right to complain, your Honor is absolutely correct. THE COURT: Thank you for that. That sentence answers

that question, as far as my mind is concerned.

I think counsel is right, though, that with respect to those people who aren't in front of me, that is, those Brazilian next of kin who are not here, there's no way you can bind them. There's no way anybody from that side of the table -- or either table -- can bind them. And I quess there's nothing to say on that subject. It exists. They'll do what And yes, indeed, it could result in inconsistent they do. results. And that's the way life is in the big city.

MR. MARKS: That's always a risk. You have a Ukrainian, has a right to file in the Ukraine. Nothing can be done about it.

THE COURT: I understand.

MR. MARKS: I'll tell you, as a practical matter, I was going to get that --

THE COURT: Tell me as a practical matter. I'm much more interested in that.

MR. MARKS: I know, because we know -- underwriters for Air France and I had a lot of discussions over the last

many months. I know that virtually -- there's a large group of 1 2 claimants that are very close to resolving in Europe. There's 3 another large group of plaintiffs in Brazil, including in ours, 4 which --5 THE COURT: You say that through the process itself, 6 the likelihood is there'll be an adjudication one way or the 7 other. 8 MR. MARKS: As a matter of practice. 9 THE COURT: I don't think I want to get into that. Ι 10 mean, I don't know that -- I'm just trying to -- I'm just 11 making sure I have a picture of it. 12 MR. MARKS: In SilkAir, which was tried involving a --13 Japanese, I tried that case in LA County state court a few 14 years back. It's the last major air disaster ever going to go 15 to a jury trial. We tried it for two months in LA. We had in 16 that case, you know, very similar products claims about the 17 tail rudder system. We tried that case on behalf of a group of 33, or 156 federal plaintiffs. We took depositions by 18 19 agreement all over the world. 20 THE COURT: One other question. Let me ask you this, 21 and I should know the answer to this: If I do not grant the 22 forum non conveniens motion, is that appealable? 23 MR. MARKS: No, your Honor. 24 THE COURT: Is that correct? 25 MR. DAMERIS: Your Honor, it's only appealable if you

certify, or by mandamus.

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THE COURT: I see.

MR. MARKS: That's why there's opinions only on the granting in the most part because when they're denied -- and I can go through a litany --

THE COURT: No, that's fine.

MR. MARKS: When they're denied, the cases get resolved.

THE COURT: Well, the question is, is it resolved fairly or not fairly? I understand that. I'm just interested in the mechanics. For the moment, I'm interested in the mechanics on that issue in purposes of delay. I mean, you know, I'm very, very concerned. I'm very, very concerned about delay. Taking the Air Alaska -- the one case I've had experience with, which was the Alaskan -- Air Alaska crash, in which I became the successor judge, the only way that case resolved, in my judgment, was setting trial dates and moving the case along.

Now, you can say that's true about a lot of cases. And it is true about a lot of cases. And I don't think air crash cases are so different from other cases except that there is a necessity in an air crash case for reasons other than the air -- than the facts of the cases for a rapid adjudication. Because lives are left open in terms of next of kin, that the only thing that brings about some type of closure to claimants

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is a resolution of the case. And so that's -- while that can be said about a lot of cases, it can be said -- it's even more -- it's even more important in air crash cases. suddenness of the death, the circumstances of the death, the uncertainty as to where to go, as to how the case is going to be adjudicated, the uncertainty of claims -- they are all important to bring about a resolution.

I will also say to the defendants that there was enormous cooperation from the Air Alaska defendants in bringing about a resolution. So I'm not at all by anything I say suggesting that the defendants have an interest in not resolving the case in a humane, expeditious fashion. But I think that we all understand what goes on in an air crash case. At least I have that understanding. So that's an issue that I think -- part of these are private factors, public factors -but it's a factor that I have to think about pretty carefully.

MR. MARKS: Thank you, your Honor. I can tell you on behalf of the families that that is a concern in all their decision-making. And you have, as you point out, spouses that were working, paying for private schools, mortgage payments, and those real-life things do occur.

Now, one last point. I know you don't want me to go through all these.

> No, I don't. THE COURT:

But I do want to say one thing: Make no MR. MARKS:

mistake by the -- we're "forum shopping". They're forum 1 2 shopping. The victims, we believe, can get a better shot. 3 THE COURT: Yeah. 4 MR. MARKS: What I will say to you is refer your Honor 5 to a case in New York called Esheva, cited by the defendants. 6 I would ask that you go to the Court file, read a stipulation 7 that is in the record in that case between me and Mr. Dameris involving Russian plaintiffs and a New York U.S. proceeding 8 9 where Airbus --10 THE COURT: Is it part of the record in front of me? 11 MR. MARKS: No, unfortunately. I think it's referred 12 to, but it's public record. You just push on the -- it's like 13 a case anywhere else. 14 THE COURT: Why don't you discuss it and you can add 15 to the record that stipulation if you think it's relevant and 16 you can respond to it. 17 MR. MARKS: Mark the only thing I was going to say about it was that in that case, Airbus agreed that even though 18 it was a crash, it remains --19 20 THE COURT: I'm a little concerned about something 21 being put in front of me. If there's a stipulation in a 22 different case --23 MR. DAMERIS: Two points on that, your Honor: I 24 really don't have a problem, first of all. That case was in 25 front of Judge Denise Cotes in the Southern District of

1 New York. There was a stipulation between Airbus, leasing a 2 3002 -- not the manufacturer -- U.S. entity, and Mr. Marks' 3 clients, as a single accident entity --4 THE COURT: I can make this short. Absent an 5 agreement, I'm not going to consider it. There you go. 6 MR. DAMERIS: Thank you, your Honor. 7 THE COURT: Okay. Yes? MR. ROSENTHAL: Steve Rosenthal on behalf of the 8 9 PodhurstOrseck plaintiffs. Let me add one point, at the risk 10 of taking this a little too long. 11 THE COURT: You get one point. 12 MR. ROSENTHAL: One point. You emphasized the 13 importance of an expeditious resolution of the case. 14 earlier in this proceeding you said that you know that you have 15 the power to guarantee that this case will move along. One 16 point that hasn't been highlighted in this, and I'll bring it 17 front and center, which is in France there is no quarantee, there is no crystal ball that we can look at that would say 18 there would not be a stay entered. 19 20 THE COURT: I can't quarantee that either. The Ninth 21 Circuit could very well come in and -- could come in and they 22 could say -- they could say, Not so fast. 23 MR. ROSENTHAL: The difference --24 THE COURT: They have done that. They've been known 25 to do that. But I think it's unlikely that that would occur in

the Ninth Circuit. 2 MR. ROSENTHAL: I'm talking about a different kind of 3 stay, though. Because there's a criminal proceeding pending in 4 France. 5 THE COURT: I see. 6 MR. ROSENTHAL: As a matter of French law, which is 7 why I wanted to alert the Court to it. There's a dispute among the experts here. 8 9 But the bottom line is in the past, French judges, the 10 law, used to be a stay was mandatory for a civil proceeding. 11 In 2007, the law was changed. Two points arise from that. One of them is that French judges are used to having a civil action 12 13 stayed. And secondly, they have complete and utter discretion 14 of whether or not to issue a stay in favor of the termination 15 of a criminal proceeding. 16 THE COURT: Cuts the other way, doesn't it? Now it's 17 discretionary. Before it was mandatory. Mandatory results in 18 a stay. Here a judge can decide not to stay. 19 But I understand. I understand what you're saying. 20 Okay? 21 MR. ROSENTHAL: My point is simply there is no crystal 22 ball. THE COURT: Nope. I don't have one either. 23 24 Okay. Anything further? 25 MR. DAMERIS: Last point, your Honor. The issue of

stay is in our brief at Page 11, so you can -- I'll let you all deal with that separately.

The issue about separating the cases and expediting matters, and Mr. Marks' argument with, just keep them together --

THE COURT: I don't know about that. I'm not going to decide upon that basis. I think that's the wrong thing to do. I mean, that just sort of takes all the law, throws it out and says, By the way, you can come to whatever result you want to in an effort to try to resolve the case. That's in the law...

I won't do it on that basis. I don't know whether it would settle. The only thing is, if it's here, it would move at a particular speed. I have that sense. Because, of course, I have had the 13 years I've had, I know what happens in cases in front of me, you know. In front of other judge -- some of them move faster; some of them don't. So I have that sense.

But I'm not saying that I think, Well, oh, by the way, let's have this case here because it will all settle here.

I don't know. I don't know. I mean, I'm a trial judge. I hate to say it, but I love trials. And you know, you guys are great. You know. You're really good lawyers. So I don't think I would be -- at somebody else's expense, regrettably -- but I don't think I would be bored, or have to -- or think that I'd have to do the legal work here. No, no, no. I understand that.

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MR. DAMERIS: So, I won't belabor that point.

In rebuttal, I'd encourage as you review the briefs, that there is no evidence in here that the transcripts of these other pilots have been transcribed or released by the BEA. That's made up of whole cloth. We don't have those transcripts. That's information that's held closely by the BEA, your Honor.

The argument with the documents and the control of Airbus and then he slips in and says the FAA's got them, these Airbus aircraft, your Honor, are certified in France by the DGAC, now EASA. Those documents are there. Sure Airbus has its submissions. It doesn't have any of the analysis or the testing.

THE COURT: But let me ask this question: Let's say there are a series of documents in France that would be helpful to the defense, that would help establish -- they certified it was this, it was that, da-da-da-da -- whatever they say. You could get them, couldn't you?

MR. DAMERIS: Not necessarily.

THE COURT: Unless it was part of a criminal investigation that otherwise it wouldn't be released. But for the most part, aren't these documents documents that you -- if they were helpful to the defense -- would be able to -- you'd be able to produce them?

MR. DAMERIS: The documents in our custody and

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      control. But there's a large volume that's in the BEA, your
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      Honor, and it's in the DGAC, now EASA. And those are the
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      documents that we've alluded to in our briefs and declarations,
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      we can't pry loose with an order of this court. The only way
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      we can get those is through French proceedings. And we know
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      this, your Honor. If we go to a French court and we say, We'd
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      like these documents because we'd like to take them to
      San Francisco and use them in proceedings down there, we know
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      what the answer is.
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               THE COURT: You're saying if you ask.
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              Now, let me turn to Air France -- or Airbus, I mean.
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              MR. DAMERIS: I am Airbus, your Honor.
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              THE COURT: Pardon me. Yes. Okay. Fine. And you're
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      saying the -- the country of your origin in terms of --
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              MR. DAMERIS: My corporate entity.
               THE COURT: Seeking delivery of these documents that
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      would help a national company, you wouldn't be able to get
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      them?
              MR. DAMERIS: Absolutely. And it's in our
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      declaration.
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               THE COURT: Okay. I'll take a look at that.
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              MR. DAMERIS: Thank you, your Honor.
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              THE COURT: Thank you very much. We're in recess.
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              Obviously, I'm taking it under submission.
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              MR. KELLY: May I ask another question? There was
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1	another motion on which involved Air France's motion to dismiss
2	the third-party complaints.
3	THE COURT: I'll address that in my order.
4	MR. KELLY: Thank you, your Honor.
5	THE COURT: Thank you.
6	That, by the way, that would be mooted, wouldn't it,
7	by if I transferred the case?
8	MR. KELLY: Yes, it would, your Honor.
9	THE COURT: Okay. I don't want to indicate anything,
10	but
11	MR. KELLY: Very good.
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16	CERTIFICATE OF REPORTER
17	I, Connie Kuhl, Official Reporter for the United
18	States Court, Northern District of California, hereby certify that the foregoing proceedings were reported by me, a certified
19	shorthand reporter, and were thereafter transcribed under my direction into written form.
20	
21	Connie Kuhl
22	Connie Kuhl, RMR, CRR Monday, September 27, 2010
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